# MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

# **GENERAL INFORMATION**

Requestor Name

SOUTH TEXAS RADIOLOGY GROUP

**MFDR Tracking Number** 

M4-17-2657-01

**MFDR Date Received** 

May 9, 2017

**Respondent Name** 

**HYATT CORP** 

**Carrier's Austin Representative** 

**Box Number 48** 

#### **REQUESTOR'S POSITION SUMMARY**

<u>Requestor's Position Summary</u>: "We were reimbursed by the carrier for this service. We realized were not reimbursed per Texas Workers' Comp Fee Schedule for CPT code 72125 & 72131."

Amount in Dispute: \$45.85

## **RESPONDENT'S POSITION SUMMARY**

**Respondent's Position Summary:** "the carrier asserts that it has paid according to applicable fee guidelines and challenges whether the disputed charges are consistent with applicable fee guidelines."

#### SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
September 11, 2016	CPT Code 72125-26 Professional Component for CT of Neck Spine w/o Dye		\$23.71
	CPT code 72131-26 Professional Component for CT of Lumbar Spine w/o Dye	\$22.14	\$22.14
TOTAL		\$45.85	\$45.85

#### FINDINGS AND DECISION

This medical fee dispute is decided pursuant to Texas Labor Code §413.031 and applicable rules of the Texas Department of Insurance, Division of Workers' Compensation.

# **Background**

- 1. 28 Texas Administrative Code §133.307 sets out the procedures for resolving medical fee disputes.
- 2. 28 Texas Administrative Code §134.203, effective March 1, 2008, sets the reimbursement guidelines for professional services.

- 3. The insurance carrier reduced payment for the disputed services with the following claim adjustment codes:
  - P12-Workers' compensation jurisdictional fee schedule adjustment.
  - P300-The amount paid reflects a fee schedule reduction.
  - Z710-The charge for this procedure exceeds the fee schedule allowance.

### <u>Issues</u>

Is the requestor entitled to additional reimbursement for CPT codes 72125-26 and 72131-26?

## **Findings**

The fee guidelines for professional services are found in 28 Texas Administrative Code §134.203.

Per 28 Texas Administrative Code §134.203(c)(1)(2),

To determine the MAR for professional services, system participants shall apply the Medicare payment policies with minimal modifications.

- (1) For service categories of Evaluation & Management, General Medicine, Physical Medicine and Rehabilitation, Radiology, Pathology, Anesthesia, and Surgery when performed in an office setting, the established conversion factor to be applied is \$52.83. For Surgery when performed in a facility setting, the established conversion factor to be applied is \$66.32.
- (2) The conversion factors listed in paragraph (1) of this subsection shall be the conversion factors for calendar year 2008. Subsequent year's conversion factors shall be determined by applying the annual percentage adjustment of the Medicare Economic Index (MEI) to the previous year's conversion factors, and shall be effective January 1st of the new calendar year. The following hypothetical example illustrates this annual adjustment activity if the Division had been using this MEI annual percentage adjustment: The 2006 Division conversion factor of \$50.83 (with the exception of surgery) would have been multiplied by the 2007 MEI annual percentage increase of 2.1 percent, resulting in the \$51.90 (with the exception of surgery) Division conversion factor in 2007.

To determine the MAR the following formula is used: (DWC Conversion Factor/Medicare Conversion Factor) X Participating Amount = Maximum Allowable Reimbursement (MAR).

The 2016 DWC conversion factor for this service is 58.62.

The Medicare Conversion Factor is 35.8043.

Review of Box 32 on the CMS-1500 the services were rendered in zip code 78205, which is located in San Antonio, Texas. Therefore, the Medicare participating amount will be based on the reimbursement for "Rest of Texas".

Using the above formula, the Division finds the MAR is:

CPT Codes	Medicare Participating Amount for Professional Component	MAR	Carrier Paid	Total Amount Due
72125-26	\$53.25	\$84.51	\$60.80	\$23.71
72131-26	\$49.76	\$78.96	\$56.82	\$22.14

The difference between the MAR and amount paid is \$45.85; this amount is recommended in reimbursement.

#### Conclusion

For the reasons stated above, the Division finds that the requestor has established that additional reimbursement is due. As a result, the amount ordered is \$45.85.

### **ORDER**

Based upon the documentation submitted by the parties and in accordance with the provisions of Texas Labor Code Sections 413.031 and 413.019 (if applicable), the Division has determined that the requestor is entitled to additional reimbursement for the services involved in this dispute. The Division hereby ORDERS the respondent to remit to the requestor the amount of \$45.85 plus applicable accrued interest per 28 Texas Administrative Code §134.130, due within 30 days of receipt of this Order.

## **Authorized Signature**

		06/07/2017		
Signature	Medical Fee Dispute Resolution Officer	Date		

### YOUR RIGHT TO APPEAL

Either party to this medical fee dispute has a right to seek review of this decision in accordance with 28 Texas Administrative Code §133.307, 37 *Texas Register* 3833, applicable to disputes filed on or after June 1, 2012.

A party seeking review must submit a **Request to Schedule a Benefit Review Conference to Appeal a Medical Fee Dispute Decision** (form **DWC045M**) in accordance with the instructions on the form. The request must be received by the Division within **twenty** days of your receipt of this decision. The request may be faxed, mailed or personally delivered to the Division using the contact information listed on the form or to the field office handling the claim.

The party seeking review of the MFDR decision shall deliver a copy of the request to all other parties involved in the dispute at the same time the request is filed with the Division. **Please include a copy of the** *Medical Fee* **Dispute Resolution Findings and Decision** together with any other required information specified in 28 Texas Administrative Code §141.1(d).

Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.